

Message Text

UNCLASSIFIED

PAGE 01 SEOUL 00952 140558Z

47

ACTION COME-00

INFO OCT-01 EA-10 IO-10 ISO-00 EB-07 STR-04 AGR-10 OPIC-06

TRSE-00 OMB-01 CIAE-00 INR-07 NSAE-00 INT-05 GSA-02

PA-02 PRS-01 USIA-15 FRB-01 /082 W

----- 026442

R 140257Z FEB 75

FM AMEMBASSY SEOUL

TO SECSTATE WASHDC 8354

INFO US MISSION GENEVA 227

UNCLAS SEOUL 0952

GENEVA FOR MTN DELEGATION

E.O. 11652: N/A

TAGS: BEXP, KS

SUBJECT: ADVANCE IMPORT DEPOSIT REQUIREMENTS ON SCRAP

REF: (A) STATE 026119

(B) SEOUL 0911

1. INFO RE IMPORT DEPOSIT REQUIREMENTS FOR IRON AND STEEL
SCRAP AND COPPER AND BRASS SCRAP REQUESTED REF A AS FOLLOWS:

TWO PROCEDURAL CHANGES REGARDING IMPORT DEPOSIT REQUIREMENTS
IN GENERAL INTRODUCED JANUARY 25, 1975, AS EXPLAINED REF B.
WITH REGARD INTRODUCTION AUTOMATIC 90 DAY HOLDING PERIOD FOR
DEPOSIT, IT IS EMBASSY'S UNDERSTANDING THAT 90 DAY RULE LIKELY
HAVE ONLY MINIMAL IMPACT ON FINANCING COSTS FOR SCRAP IMPORTS
FROM U.S. SINCE AVERAGE PERIOD BETWEEN OBTAINING IMPORT LICENSE
(AND OPENING OF L/C) AND SETTLEMENT IS APPARENTLY IN EXCESS
OF TWO MONTHS.

2. SPECIFIC PERCENTAGE FOR IMPORT DEPOSIT REQUIREMENTS FOR
IRON AND STEEL SCRAP AND COPPER AND BRASS SCRAP VARY ACCORDING
TO PURPOSE OF IMPORT AND TYPE OF FINANCING INVOLVED. THERE HAVE
BEEN SEVERAL, GENERALLY SMALL CHANGES, IN RECENT MONTHS.

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 SEOUL 00952 140558Z

FOLLOWING TABLE GIVES REQUIREMENTS PRIOR RECENT CHANGES, CURRENT

REQUIREMENTS AND DATES OF RECENT CHANGES.

	PREVIOUS L/C IMPORTS (AT SIGHT) (PERCENT)	CURRENT RATE (PERCENT)	DATE OF RATE CHANGE
--	-------------------------------------------------	------------------------------	---------------------------

IRON & STEEL SCRAP
COPPER & BRASS SCRAP

1. IMPORTS OF RAW MATERIAL FOR EXPORT PRODUCTION 1/	5	15	12/7/74
--------------------------------------------------------	---	----	---------

2. IMPORTS OF RAW MATERIAL FOR STOCKPILE	10	15	12/7/74
---------------------------------------------	----	----	---------

3. OTHERS	110	1P	-
-----------	-----	----	---

L/C IMPORTS (USANCE)

IRON & STEEL SCRAP	5	5	-
--------------------	---	---	---

COPPER & BRASS SCRAP	20	20	-
----------------------	----	----	---

IMPORTS OF RAW MATERIAL FOR EXPORT PRODUCTION 1/	15	0	1/11/75
-----------------------------------------------------	----	---	---------

NON-L/C IMPORTS (D/A)

IRON & STEEL SCRAP	0	5	1/8/75
--------------------	---	---	--------

COPPER & BRASS SCRAP	20	20	-
----------------------	----	----	---

IMPORT OF RAW MATERIAL FOR EXPORT PRODUCTION 1/	15	0	1/11/75
----------------------------------------------------	----	---	---------

NON-L/C IMPORTS (D/P)

IRON & STEEL SCRAP	60	110	1/24/75
--------------------	----	-----	---------

COPPER & BRASS SCRAP UNCLASSIFIED	60	110	1/24/75
--------------------------------------	----	-----	---------

UNCLASSIFIED

PAGE 03 SEOUL 00952 140558Z

IMPORT OF RAW MATERIAL FOR EXPORT PRODUCTION	10	15	1/24/75
-------------------------------------------------	----	----	---------

1/ IN ADDITION CHANGES SHOWN RATE WAS 10 PERCENT; REDUCED
TO 5 PERCENT SHORTLY BEFORE DEC. 7 DEVALUATION; AND THEN
RAISED TO 15 PERCENT SIMULTANEOUSLY WITH ANNOUNCEMENT OF
DEVALUATION.

3. ALL KOREAN IMPORTERS EQUALLY SUBJECT TO DEPOSIT REQUIREMENTS, BUT FOLLOWING TYPES OF IMPORTS ARE EXEMPT FROM PRIOR DEPOSIT REQUIREMENT:

(1) IMPORTS IN WHICH THE VALUE IS SETTLED UPON NEGOTIATION OF DRAFTS DRAWN UNDER LETTERS OF CREDIT OPENED BY FOREIGN BANKING INSTITUTIONS;

(2) IMPORTS OF FERTILIZER OR GRAIN BY THE GOVERNMENT AGAINST PROMISSORY NOTES, ISSUED BY THE NATIONAL AGRICULTURAL COOPERATIVE FEDERATION AND EXPRESSED IN FOREIGN CURRENCY;

(3) IMPORTS FINANCED WITH FOREIGN CURRENCY LOANS;

(4) IMPORTS WITH CREDIT GRANTED BY FOREIGN GOVERNMENTS OR INTERNATIONAL BANKING INSTITUTIONS;

(5) IMPORTS WITH SPECIAL JAPANESE AID FUNDS (PAC);

(6) IMPORTS SPECIFIED BY THE MINISTER OF FINANCE.
SNEIDER

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 14 FEB 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975SEOUL00952
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750054-0760
From: SEOUL
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750241/aaaabkoz.tel
Line Count: 137
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION COME
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: (A) STATE 026119
Review Action: RELEASED, APPROVED
Review Authority: CunninFX
Review Comment: n/a
Review Content Flags:
Review Date: 06 MAY 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <06 MAY 2003 by RuthemTJ>; APPROVED <07 JAN 2004 by CunninFX>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ADVANCE IMPORT DEPOSIT REQUIREMENTS ON SCRAP
TAGS: BEXP, KS
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006